

Message Text

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43

ACTION OPIC-06

INFO OCT-01 ARA-10 ISO-00 EB-07 COME-00 TRSE-00 FRB-01

AID-05 XMB-04 L-02 /036 W

----- 000113

R 141320Z APR 75

FM AMEMBASSY BRASILIA

TO SECSTATE WASHDC 8654

INFO AMCONSUL RIO DE JANEIRO

UNCLAS BRASILIA 2794

E.O. 11652: N/A

TAGS: EINV, BR

SUBJECT: OPIC CASE: TINTAS YPIRANGA, OPIC CONTRACT 8618

1. TINTAS YPIRANGA, (TY) CONTACTED EMBASSY ABOUT OPIC/EINIK LETTER DATED MARCH 14, 1975. EMBASSY HAS NOT RECEIVED A COPY OF THE LETTER, BUT UNDERSTANDS THAT IT MAKES THE FOLLOWING POINTS:

(A) OPIC ISSUED A POLITICAL-RISK INSURANCE CONTRACT (8618) ON AUGUST 16, 1974, TO SCM CORPORATION GIVING STANDBY COVERAGE FOR ITS \$8.6 MILLION LOAN TO TY EVEN THOUGH SCM'S FOREIGN GOVERNMENT APPROVAL (FGA) PERTAINS TO A DIFFERENT TRANSACTION-- A \$4.6 MILLION EQUITY INVESTMENT;

(B) THE BRAZILIAN CENTRAL BANK (FIRCE) APPARENTLY STILL UNDERSTANDS THAT OPIC INTENDS TO COVER THE EQUITY INVESTMENT, CONSISTENT WITH THE APPROVAL IT ISSUED ON JUNE 27, 1974; AND

(C) OPIC REQUESTS THAT THE EMBASSY ASSIST TY IN OBTAINING AN FGA FOR THE \$8.6 MILLION LOAN.

2. EMBASSY WILL BE HAPPY TO PROVIDE APPROPRIATE ASSISTANCE UPON RECEIPT OF OPIC'S LETTER. EMBASSY EXPECTS SPEEDY FIRCE APPROVAL. EMBASSY HAS UNDERSTOOD, HOWEVER, THAT OPIC'S POLICY HAS BEEN TO ISSUE CONTRACTS AFTER HOST GOVERNMENT GRANTS APPROPRIATE APPROVALS FOR INSURANCE OF A STIPULATED AMOUNT AND TYPE OF INVESTMENT. TO EMBASSY IT APPERS THAT
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HANDLING OF TY CONTRACT REPRESENTS ALTERATION OF PREVIOUS

PRACTICE.

3. ACTION REQUESTED: A - THAT OPIC FORWARD A COPY OF THE
MARCH 14 LETTER BY POUCH AND B - OPIC CLARIFY POLICY
ON WHETHER FGA POLICY HAS BEEN CHANGED, AND IF SO, WAS THE
GOB NOTIFIED.
CRIMMINS

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: INSURANCE, INVESTMENT GUARANTEES, BANK LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 14 APR 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975BRASIL02794
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750129-0968
From: BRASILIA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750454/aaaabxog.tel
Line Count: 68
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION OPIC
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: ShawDG
Review Comment: n/a
Review Content Flags:
Review Date: 27 JUN 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <27 JUN 2003 by maginmm>; APPROVED <22 JAN 2004 by ShawDG>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: OPIC CASE: TINTAS YPIRANGA, OPIC CONTRACT 8618
TAGS: EINV, BR, OPIC, TINTAS YPIRANGA
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006